LIVESTOCK RISK PROTECTION (LRP) LIABILITY/PREMIUM CALCULATIONS

Edit Description

Livestock Risk Protection (LRP) (Insurance Plan Code 81)

INSURED VALUE (LIABILITY)

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INSURED_VALUE = NUMBER_HEAD * TARGET_WEIGHT * COVERAGE_PRICE * SHARE (field 17) (field 10) (field 11) (field 13) (field 16)
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TOTAL PREMIUM

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TOTAL_PREMIUM = INSURED_VALUE * RATE (field 20) (field 17) (field 18)
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PRODUCER PREMIUM

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SUBSIDY = TOTAL_PREMIUM * Subsidy Factor (field 21) (field 20) (Internal*)

PRODUCER_PREMIUM = TOTAL_PREMIUM - SUBSIDY (field 26) (field 21)
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*Subsidy Factor for LRP is .130.

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Tag	No.	Picture	Rounding	Description
<number_head></number_head>	10	9(08)	whole number	Number of Head covered by the endorsement. See Exhibit 135 notes.
<target_weight></target_weight>	11	9999.99	nearest cwt	Expected weight of the livestock, per head.
<coverage_price></coverage_price>	13	9999.999	per ADM	Obtain from ADM L Suffix D. Level of protection on a dollar per cwt basis and result of expected ending value multiplied by the coverage level.
<share></share>	16	9.999	3 decimal places	Percentage of insured interest in the covered livestock.
<insured_value> (Liability)</insured_value>	17	9(10)	nearest whole dollar	Total dollar amount of coverage (Liability). Number of head multiplied by target weight multiplied by the coverage price multiplied by the insured share.
<rate></rate>	18	.999999	per ADM	Obtain from ADM L Suffix D.
<total_premium></total_premium>	20	9(10)	nearest whole dollar	Premium including subsidy. Insured Value multiplied by rate.
Subsidy Factor	Internal	.999	3 decimal places	Subsidy Factor for LRP is .130. Subsidy percent converted to factor.
<subsidy></subsidy>	21	9(10)	nearest whole dollar	Total Premium multiplied by Subsidy Factor.
<producer_premium></producer_premium>	26	9(10)	nearest whole dollar	Premium after subsidy. Total Premium minus Subsidy.